

COMMONWEALTH OF KENTUCKY  
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE APPLICATION FOR APPROVAL TO TRANSFER	)	
MILLSTONE WATER COMPANY, INC. TO GARY	)	CASE NO. 93-291
ALLEN VANCE	)	

O R D E R

On August 17, 1993, Gary Allen Vance ("Vance") filed an application for Commission approval for Ray Waddles, Jr. ("Waddles"), President of Millstone Water Company, Inc. ("Millstone Water"), to transfer the assets of Millstone Water to Vance.

Having considered the evidence of record and being otherwise sufficiently advised, the Commission finds that:

1. KRS 278.020 requires Commission approval of the proposed transfer of assets of Millstone Water.

2. Waddles currently owns all assets of Millstone Water.

3. By agreement dated August 9, 1993, Waddles agreed to transfer the assets of Millstone Water to Vance.

4. A deed of conveyance dated August 9, 1993, has been executed by Waddles whereby all the real estate and the present water system is to be conveyed to Vance for the sum of \$1,500.

5. As of December 31, 1992, the net worth of Vance was \$185,050.

6. Vance will continue to employ Jesse Fulton and Jeanne Rogers. Both are certified operators.

7. Vance has the managerial, technical, and financial abilities to provide reasonable service.

8. The proposed transfer is made in accordance with law, is for a proper purpose and is consistent with the public interest.

9. Vance should maintain his books of account in accordance with the Uniform System of Accounts for Water Utilities prescribed by the Commission.

10. Waddles will be responsible for filing the annual report, due not later than March 31, 1994, for the period during 1993 that he owned the assets of Millstone Water.

11. Vance will be responsible for filing an annual report due no later than March 31, 1994, from time of ownership of the assets of Millstone Water through the remainder of 1993.

IT IS THEREFORE ORDERED that:

1. The proposed transfer of the assets of Millstone Water per the terms of the Agreement is approved.

2. Vance shall give written notice to the Commission within 10 days of the closing of the proposed transfer.

3. In the event the transfer does not occur, Vance shall immediately notify the Commission in writing that he will not be assuming ownership and control of the assets of Millstone Water.

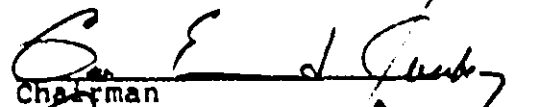
4. Vance shall file journal entries reflecting its accounting of the transfer within 30 days of the date of this Order. The transfer shall be recorded in accordance with Finding 9 herein.

5. Waddles and Vance shall file annual reports, due no later than March 31, 1994, for the period of 1993 for which they owned the utility.

6. Within 10 days of the date of this Order, Vance shall file with the Commission the tariff of the predecessor utility in its own name.

Done at Frankfort, Kentucky, this 27th day of September, 1993.

PUBLIC SERVICE COMMISSION

  
Chairman

  
Vice Chairman

  
Commissioner

ATTEST:

  
Executive Director